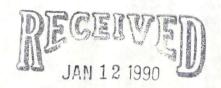
FORM MR-AR (Revised 2/88)

I.



STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
Telephone: (801) 538-5340

DIVISION OF CIL GAS & MINING

## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

|   | GENE | L INFORMATION   |
|---|------|---|
|   | 1.   | eport Time Period: From (mo./yr.) <u>1-89</u> To (mo./yr.) <u>1-90</u>              |
|   | 2.   | OGM File Number (original notice): HCT1043 1 004                                    |
|   | 3.   | ine Name: Utelite Mine  |
|   | 4.   | ineral(s) Mined: Mancos Shale   |
|   | 5.   | ame of Operator or Company: <u>Atelite Corp</u>                                     |
|   | 6.   | ermanent Address: DOBox 387   |
|   |      | 32 mile S. Wanship, Hury 189  |
|   |      | Coalylle, Stan 84017  |
|   | 7.   | ompany Representative (or designated operator):                                     |
|   |      | Name: Carsten MMortensen  |
|   |      | Title: Vice President Gen. Mar.   |
|   |      | Address: POBOx 387 Coalville Utah 84017   |
|   |      | Phone: 801-467-2800   |
|   |      | Please check if any of the above information has changed since previous year.       |
| • | MINI | AND RECLAMATION   |
|   | 1.   | as the mine active during the past year? Yes   No   No   No   No   No   No   No   N |
|   | 2    | factive how much one or mineral was mined? 138013717                                |

II

| 3.        | Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, volume of material moved, and the acreage affected.  |
|-----------|--|
|           | Money surface was disturbed. Helskale mined was from existing quarry.  |
|           |  |
| 4.        | Briefly describe the reclamation work performed during the past year. This description should include acreage reclaimed, methods employed, and an evaluation of the results.   |
|           | We reseeled the fall (1989). Our attempt   |
|           | We serance for the the tring   |
|           | reseeded with my sure to   |
| 5.        | What was the total upraclaimed agrees at the second agree of the s |
| 6.        | Briefly summarize mining and reclamation planned for the upcoming year.  |
|           | Grading and Seeding areas that we are  |
|           | finished with  |
|           |  |
| NOTE:     | Section III., "Additional Information" applies only to <u>large mining</u>   |
| III. ADDI | TIONAL INFORMATION   |
| 1.        | An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.  |
| 2.        | Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.   |
| IV. SIGNA | TURE REQUIREMENT   |
| I her     | eby certify that the foregoing is true and correct.  |
|           | Signature of Operator: Careta Maria  |
|           | Name (Typed or Print): Carsten WMartanca   |
|           | Title of Operator: UP and I M  |
|           | Date: 1-9-90   |

IV.